

**BOURBON COUNTY,  
KANSAS**

Statutory Basis Financial Statements and  
Independent Auditors' Report  
With Supplemental Information

For the Year Ended December 31, 2010

# BOURBON COUNTY, KANSAS

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# **BOURBON COUNTY, KANSAS**

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# Diehl Banwart Bolton

*Certified Public Accountants P.A.*

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## INDEPENDENT AUDITORS' REPORT

Board of County Commissioners  
Bourbon County Courthouse  
210 South National  
Fort Scott, Kansas 66701

We have audited the accompanying financial statements of Bourbon County, Kansas, as of and for the year ended December 31, 2010, as listed in the Table of Contents. These financial statements are the responsibility of management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year 2009 comparative information has been derived from the County's 2009 financial statements, and in our report dated May 12, 2010 we expressed an unqualified opinion on the financial statements prepared in accordance with the statutory basis of accounting.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the **Kansas Municipal Audit Guide**. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, the County's policy is to prepare its financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

The financial statements include the unaudited cash, unencumbered cash balances, receipts and expenditures of the Bourbon County Extension Council, a component unit. The Extension Council is not required to be audited and, has elected to not have an audit in 2010.

In our opinion, because of the unaudited component unit as referred to in Note 1 and because of the County's policy to prepare its financial statements on the basis of accounting discussed in the third paragraph, the financial statements referred to in the first paragraph do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Bourbon County, Kansas, as of December 31, 2010, or the changes in financial position and, where applicable, its cash flows for the year then ended. Further, Bourbon County, Kansas has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In our opinion, except for the effect on the financial statements of the inclusion of an unaudited component unit as described in the fourth paragraph, the statutory basis financial statements referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balances of Bourbon County, Kansas, as of December 31, 2010, and its cash receipts and expenditures, and budgetary comparisons for the year then ended on the basis of accounting described in Note 1.

Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements of the County. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

A handwritten signature in cursive script, appearing to read "Diehl, Banwart, Bolton".

DIEHL, BANWART, BOLTON, CPAs PA

June 7, 2011  
Fort Scott, Kansas

## BOURBON COUNTY, KANSAS

Summary of Cash Receipts, Expenditures, and Unencumbered Cash  
For the Year Ended December 31, 2010

Fund	Beginning Unencumbered Cash Balances	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Cash Balances	
							2010	2009
<u>Governmental Funds</u>								
General Fund	\$590,578.33	\$8,167.17	\$3,500,866.44	\$3,698,662.78	\$400,949.16	\$114,140.49	\$515,089.65	\$648,683.87
Special Revenue Funds								
Appraiser's	31,505.75	-	215,049.38	228,943.75	17,611.38	3,503.86	21,115.24	34,880.17
Bridge and Culvert	95,835.20	-	27,069.20	71,241.69	51,662.71	17,956.65	69,619.36	95,835.20
Emergency Manage Grant	9,925.42	-	-	10,123.56	(198.14)	198.14	-	9,925.42
Equipment Reserve	3,624.91	-	10,973.37	10,218.88	4,379.40	-	4,379.40	3,624.91
Capital Improvement	-	-	-	-	-	-	-	-
Election	59,985.85	-	30,462.05	82,425.71	8,022.19	518.80	8,540.99	60,683.45
Employee Benefit	107,124.03	-	1,816,192.13	1,849,794.36	73,521.80	12,694.45	86,216.25	115,163.23
Community College Tuition	-	-	-	-	-	-	-	-
Mental Health	4,145.90	-	74,675.13	76,345.00	2,476.03	-	2,476.03	4,145.90
Mental Retardation	2,931.71	-	58,254.68	59,500.00	1,686.39	-	1,686.39	2,931.71
911 Telephone	776.15	-	24,486.25	24,371.36	891.04	-	891.04	776.15
Noxious Weed	29,833.36	-	127,859.74	142,308.62	15,384.48	218.82	15,603.30	31,934.34
Noxious Weed Equipment	119.09	-	-	-	119.09	-	119.09	119.09
Road and Bridge	139,721.98	-	2,074,291.12	2,120,790.86	93,222.24	10,597.60	103,819.84	165,832.11
Road and Bridge Sales Tax	304,922.41	-	869,106.89	889,532.80	284,496.50	-	284,496.50	304,922.41
Road & Bridge Improvement	55.32	-	-	-	55.32	-	55.32	55.32
Special Alcohol & Drug	180.64	-	6,126.39	6,042.36	264.67	-	264.67	180.64
Special Bridge	245,610.38	-	38,152.24	141,136.64	142,625.98	827.90	143,453.88	245,610.38
Special Liability	-	-	-	-	-	-	-	-
Special Parks and Recreation	4,123.40	-	809.64	525.00	4,408.04	-	4,408.04	4,123.40
Special Road Machinery	392.88	-	-	-	392.88	-	392.88	392.88
Capital Projects Funds								
Capital Projects	-	-	1,042,474.26	343,071.12	699,403.14	-	699,403.14	-
<u>Enterprise Fund</u>								
Proprietary								
Landfill	40,704.62	-	159,535.07	187,742.15	12,497.54	3,834.69	16,332.23	43,462.84
Total Primary Government	1,672,097.33	8,167.17	10,076,383.98	9,942,776.64	1,813,871.84	164,491.40	1,978,363.24	1,773,283.42

The notes to the financial statements are an integral part of this statement.

## BOURBON COUNTY, KANSAS

Summary of Cash Receipts, Expenditures, and Unencumbered Cash  
For the Year Ended December 31, 2010

Fund	Beginning Unencumbered Cash Balances	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Cash Balances	
							2010	2009
Component Units								
Bourbon County								
Extension Council	\$106,106.58	-	\$161,763.42	\$157,240.63	\$110,629.37	-	\$110,629.37	\$106,106.58
Total Reporting Entity								
(Excluding Agency Funds)	\$1,778,203.91	\$8,167.17	\$10,238,147.40	\$10,100,017.27	\$1,924,501.21	\$164,491.40	\$2,088,992.61	\$1,879,390.00
<u>COMPOSITION OF CASH</u>								
PRIMARY GOVERNMENT								
County Treasurer :								
			Cash on hand			\$1,700.00		
			Cash in Bank - Checking accounts			8,454,233.57		
			Cash in Bank - Certificates of Deposit			1,940,000.00	\$10,395,933.57	\$9,991,552.45
Clerk of the District Court:			Cash in Bank - Checking account				24,103.99	28,651.79
			Cash in Bank - Checking account				1,220.20	220.78
County Clerk:			Cash on Hand				40.00	40.00
County Attorney:			Cash in Bank - Checking account				6,250.30	12,826.55
Correctional Center:			Cash in Bank - Checking accounts				41,715.00	12,025.01
SUBTOTAL PRIMARY GOVERNMENT							10,469,263.06	10,045,316.58
AGENCY FUNDS per Statement 4							(8,490,899.82)	(8,272,033.16)
TOTAL NET PRIMARY GOVERNMENT							1,978,363.24	1,773,283.42
COMPONENT UNITS								
Bourbon County Extension Council			Checking accounts				110,629.37	106,106.58
TOTAL COMPONENT UNITS							110,629.37	106,106.58
TOTAL REPORTING ENTITY (EXCLUDING AGENCY FUNDS)							\$2,088,992.61	\$1,879,390.00

The notes to the financial statements are an integral part of this statement.

## BOURBON COUNTY, KANSAS

Summary of Expenditures - Actual and Budget  
For the Year Ended December 31, 2010

Fund	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Favorable (Unfavorable)
GOVERNMENTAL FUNDS					
General	\$3,689,824.00	\$116,499.41	\$3,806,323.41	\$3,698,662.78	\$107,660.63
Special Revenue Funds					
Appraiser's	238,109.00	571.11	238,680.11	228,943.75	9,736.36
Bridge and Culvert	73,362.00	-	73,362.00	71,241.69	2,120.31
Election	82,463.00	27.50	82,490.50	82,425.71	64.79
Employee Benefit	1,073,926.00	776,395.34	1,850,321.34	1,849,794.36	526.98
Community College Tuition	-	-	-	-	-
Mental Health	76,747.00	-	76,747.00	76,345.00	402.00
Mental Retardation	59,814.00	-	59,814.00	59,500.00	314.00
911 Telephone	40,000.00	-	40,000.00	24,371.36	15,628.64
Noxious Weed	143,284.00	6,508.28	149,792.28	142,308.62	7,483.66
Road and Bridge	1,963,920.00	219,062.06	2,182,982.06	2,120,790.86	62,191.20
Road and Bridge Sales Tax	953,955.00	-	953,955.00	889,532.80	64,422.20
Special Alcohol and Drug Programs	7,628.00	-	7,628.00	6,042.36	1,585.64
Special Liability	-	-	-	-	-
Special Parks and Recreation	3,500.00	-	3,500.00	525.00	2,975.00
ENTERPRISE FUND					
Proprietary	208,052.00	-	208,052.00	187,742.15	20,309.85
Landfill	<u>\$8,614,584.00</u>				

The notes to the financial statements are an integral part of this statement.



**BOURBON COUNTY, KANSAS**  
**GENERAL FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
	Actual	Actual	Budget	
Cash Receipts				
Taxes				
Current ad valorem tax	\$2,237,891.32	\$2,546,673.89	\$2,558,085.00	(\$11,411.11)
Delinquent tax collections	72,314.58	75,591.78	40,000.00	35,591.78
Motor vehicle tax	292,676.00	324,234.58	362,327.00	(38,092.42)
Interest and fees on taxes	116,245.58	102,476.27	11,583.00	90,893.27
Intergovernmental				
Machinery and Equipment tax	18,636.40	-	-	-
Alcohol liquor tax	1,284.49	809.66	1,500.00	(690.34)
Severance tax	946.37	1,338.40	500.00	838.40
Franchise tax	3,303.72	3,509.56	3,304.00	205.56
In lieu of taxes	9,402.43	9,147.97	10,500.00	(1,352.03)
Other grants-Coroner	1,511.16	1,466.26	2,500.00	(1,033.74)
Other grants-GAL	31,986.12	25,938.76	19,971.00	5,967.76
Other grants-Emergency Prep	13,325.00	36,898.80	13,325.00	23,573.80
Other grants-LEPP	-	-	3,031.00	(3,031.00)
Licenses and Fees				
Treasurer's motor vehicle fees	27,704.54	11,816.78	20,000.00	(8,183.22)
Recording fees	31,086.97	32,431.81	30,000.00	2,431.81
Mortgage registration fees	87,820.28	77,946.43	80,000.00	(2,053.57)
Sheriff's fees	11,322.00	11,294.00	12,000.00	(706.00)
Licenses and other fees	30,249.00	33,153.29	26,000.00	7,153.29
Use of Money and Property				
Interest earned	51,984.83	32,428.48	64,000.00	(31,571.52)
Sales of property	9,000.00	-	-	-
Leases	2,100.00	1,680.00	1,000.00	680.00
Proceeds from Capital lease	144,614.00	-	-	-
Residual Equity Transfers from Discontinued Funds				
Community College Tuition	6,311.10	-	-	-
Special Liability	38,304.06	-	-	-
Other				
Reimbursements from -				
Diversion coordinator	63,484.80	19,706.30	30,000.00	(10,293.70)
Correctional center	81,127.58	35,466.29	60,000.00	(24,533.71)
Other	40,653.46	101,957.85	15,000.00	86,957.85
Miscellaneous	9,933.78	14,899.28	10,000.00	4,899.28
Total Cash Receipts	3,435,219.57	3,500,866.44	\$3,374,626.00	\$126,240.44

The notes to the financial statements are an integral part of this statement.

**BOURBON COUNTY, KANSAS  
GENERAL FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Expenditures				
County Commissioners				
Personal services	\$61,116.98	\$60,762.07	\$61,150.00	\$387.93
Contractual services	5,109.89	4,253.65	5,000.00	746.35
Commodities	44.68	38.36	400.00	361.64
County Clerk				
Personal services	83,398.45	83,595.51	83,400.00	(195.51)
Contractual services	8,782.41	8,510.70	7,800.00	(710.70)
Commodities	2,800.04	2,075.87	3,000.00	924.13
Capital Outlay	-	-	-	-
County Treasurer				
Personal services	118,492.25	118,532.49	118,492.00	(40.49)
Contractual services	12,943.97	13,338.44	12,345.00	(993.44)
Commodities	3,012.70	5,819.70	7,100.00	1,280.30
Capital Outlay	3,000.00	-	-	-
County Attorney				
Personal services	182,979.80	191,346.92	183,355.00	(7,991.92)
Contractual services	27,039.48	19,206.37	26,360.00	7,153.63
Commodities	8,688.55	8,838.30	6,700.00	(2,138.30)
Capital Outlay	1,121.50	1,671.49	1,500.00	(171.49)
Register of Deeds				
Personal services	75,751.70	75,471.95	75,159.00	(312.95)
Contractual services	5,846.13	4,471.87	5,830.00	1,358.13
Commodities	2,145.57	4,526.45	7,950.00	3,423.55
Sheriff				
Personal services	282,278.11	291,584.90	286,368.00	(5,216.90)
Contractual services	38,810.35	41,299.85	46,323.00	5,023.15
Commodities	55,185.88	54,028.95	56,300.00	2,271.05
Capital Outlay	139,356.00	-	-	-
Debt Service on Lease Purchase	21,486.40	32,229.60	32,230.00	0.40
Courthouse General				
Personal services	64,992.22	59,001.30	61,000.00	1,998.70
Contractual services	337,026.49	369,392.80	375,000.00	5,607.20
Commodities	69,945.54	84,102.41	90,000.00	5,897.59
Capital Outlay	2,437.57	-	1,000.00	1,000.00
Coroner				
Contractual services	23,727.00	32,259.00	25,000.00	(7,259.00)
Correctional Center				
Personal services	446,874.14	468,717.98	420,000.00	(48,717.98)
Contractual services	82,390.68	154,435.10	127,000.00	(27,435.10)
Commodities	203,995.01	135,485.65	215,000.00	79,514.35
Capital Outlay	3,926.35	21,072.99	-	(21,072.99)

The notes to the financial statements are an integral part of this statement.

**BOURBON COUNTY, KANSAS  
GENERAL FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Expenditures				
District Court				
Personal services	\$16,090.08	\$18,547.50	\$18,000.00	(\$547.50)
Contractual services	146,622.19	146,142.77	160,100.00	13,957.23
Commodities	31,758.64	17,208.76	12,900.00	(4,308.76)
Capital Outlay	23,472.09	8,979.17	19,000.00	10,020.83
Emergency Preparedness				
Personal services	28,307.76	28,314.01	28,500.00	185.99
Contractual services	23,001.77	30,640.53	25,000.00	(5,640.53)
Commodities	7,519.65	3,517.71	8,000.00	4,482.29
Capital Outlay	2,777.00	457.25	4,000.00	3,542.75
Computer				
Personal services	9,892.32	9,892.32	9,892.00	(0.32)
Contractual services	75,258.08	138,007.62	72,340.00	(65,667.62)
Commodities	3,053.80	1,770.45	4,210.00	2,439.55
Capital Outlay	636.83	5,259.11	10,000.00	4,740.89
Debt Service on Lease Purchase	-	-	-	-
Dispatch				
Contractual services	50,000.00	50,000.00	50,000.00	-
Juvenile Detention				
Contractual services	67,010.15	63,449.90	56,784.00	(6,665.90)
Health and Welfare - Ambulance				
Contractual services	225,906.00	281,520.00	281,520.00	-
Economic Development				
Appropriations	18,500.00	18,500.00	18,500.00	-
Health and Welfare				
Appropriation to Health Board	85,000.00	85,000.00	85,000.00	-
Health and Welfare - Elderly				
Appropriation	50,000.00	50,000.00	50,000.00	-
General Government				
Appropriations				
Conservation District	42,000.00	42,000.00	42,000.00	-
Extension Council	117,348.00	117,348.00	117,348.00	-
Cultural and Recreation				
Appropriations				
Fair Board	14,250.00	14,250.00	14,250.00	-
Historical Society	3,000.00	3,000.00	3,000.00	-

The notes to the financial statements are an integral part of this statement.

**BOURBON COUNTY, KANSAS  
GENERAL FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Expenditures				
GIS				
Personal services	\$35,029.92	\$36,205.49	\$35,500.00	(\$705.49)
Contractual services	5,784.89	5,259.28	8,900.00	3,640.72
Commodities	8,879.46	7,858.21	7,445.00	(413.21)
Capital Outlay	8,312.04	9,929.77	6,000.00	(3,929.77)
Paw Prints				
Appropriations	2,400.00	2,400.00	2,400.00	-
Red Cross				
Appropriations	2,400.00	2,400.00	2,400.00	-
General Government-Contingency-Contractual				
Employee Benefit contractual	-	107,421.08	147,473.00	40,051.92
Election contractual	-	600.00	-	(600.00)
LEPP				
Personal services	33,270.92	32,427.20	32,000.00	(427.20)
Contractual services	7,034.21	926.81	2,500.00	1,573.19
Commodities	1,139.71	2,385.80	4,100.00	1,714.20
Capital Outlay	-	-	-	-
Operating Transfers to Other Funds				
Equipment Reserve	7,413.00	10,973.37	10,000.00	(973.37)
Capital Improvement	-	-	-	-
Subtotal Certified Budget			3,689,824.00	
Adjustments for Qualifying Budget Credits				
Grants	-	-	29,541.56	29,541.56
Reimbursed expenses	-	-	86,957.85	86,957.85
Total Expenditures	3,527,774.35	3,698,662.78	\$3,806,323.41	\$107,660.63
Receipts Over (Under) Expenditures	(92,554.78)	(197,796.34)		
Prior Year Canceled Encumbrances	-	8,167.17		
Unencumbered Cash, Beginning	683,133.11	590,578.33		
Unencumbered Cash, Ending	\$590,578.33	\$400,949.16		

The notes to the financial statements are an integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**APPRAISER'S FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
	Actual	Actual	Budget	
Taxes				
Current ad valorem tax	\$196,594.67	\$177,197.32	\$178,161.00	(\$963.68)
Delinquent tax collections	7,780.73	6,500.89	5,000.00	1,500.89
Motor vehicle tax	32,345.24	28,780.06	31,827.00	(3,046.94)
Intergovernmental				
Machinery and Equipment tax	3,295.29	-	-	-
State aid	1,638.00	-	-	-
Other				
Reimbursements	2,853.06	2,571.11	2,000.00	571.11
Total Cash Receipts	244,506.99	215,049.38	\$216,988.00	(\$1,938.62)
Expenditures				
General Government				
Personal services	202,177.55	197,100.14	\$203,600.00	\$6,499.86
Contractual services	18,837.14	15,374.20	19,159.00	3,784.80
Commodities	12,256.66	16,469.41	15,350.00	(1,119.41)
Capital Outlay	799.96	-	-	-
Subtotal Certified Budget			238,109.00	
Adjustments for Qualifying Budget Credits				
Reimbursed expenses	-	-	571.11	571.11
Total Expenditures	234,071.31	228,943.75	\$238,680.11	\$9,736.36
Receipts Over (Under) Expenditures	10,435.68	(13,894.37)		
Unencumbered Cash, Beginning	21,070.07	31,505.75		
Unencumbered Cash, Ending	\$31,505.75	\$17,611.38		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**BRIDGE AND CULVERT FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
	Actual	Actual	Budget	
Cash Receipts				
Taxes				
Current ad valorem tax	\$12,522.46	\$24,095.46	\$24,179.00	(\$83.54)
Delinquent tax collections	808.70	2,415.33	200.00	2,215.33
Motor vehicle tax	2,982.69	558.41	2,032.00	(1,473.59)
Intergovernmental				
Machinery and Equipment tax	1,101.85	-	-	-
Total Cash Receipts	17,415.70	27,069.20	\$26,411.00	\$658.20
Expenditures				
Streets and Highways				
Commodities	25,494.05	71,241.69	\$73,362.00	\$2,120.31
Total Expenditures	25,494.05	71,241.69	\$73,362.00	\$2,120.31
Receipts Over (Under) Expenditures	(8,078.35)	(44,172.49)		
Unencumbered Cash, Beginning	103,913.55	95,835.20		
Unencumbered Cash, Ending	\$95,835.20	\$51,662.71		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**EMERGENCY MANAGMENT PERFORMANCE GRANT FUND**  
Statement of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Grant	\$10,210.81	-
Other		
Reimbursements	-	-
Total Cash Receipts	10,210.81	-
Expenditures		
Public Safety		
Personal services	-	-
Contractual services	-	-
Commodities	285.39	10,123.56
Total Expenditures	285.39	10,123.56
Receipts Over (Under) Expenditures	9,925.42	(10,123.56)
Unencumbered Cash, Beginning	-	9,925.42
Unencumbered Cash, Ending	\$9,925.42	(\$198.14)

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**EQUIPMENT RESERVE FUND**

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Operating Transfer from General Fund	<u>\$7,413.00</u>	<u>\$10,973.37</u>
Total Cash Receipts	<u>7,413.00</u>	<u>10,973.37</u>
Expenditures		
General		
Capital Outlay	<u>14,148.09</u>	<u>10,218.88</u>
Total Expenditures	<u>14,148.09</u>	<u>10,218.88</u>
Receipts Over (Under) Expenditures	<u>(6,735.09)</u>	<u>754.49</u>
Unencumbered Cash, Beginning	<u>10,360.00</u>	<u>3,624.91</u>
Unencumbered Cash, Ending	<u><u>\$3,624.91</u></u>	<u><u>\$4,379.40</u></u>

The notes to the financial statements are in integral part of this statement.



**BOURBON COUNTY, KANSAS**  
**CAPITAL IMPROVEMENT FUND**

Statement of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfer from General Fund	-	-
Total Cash Receipts	-	-
Expenditures		
General		
Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	-

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**ELECTION FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes				
Current ad valorem tax	\$61,379.94	\$17,605.58	\$17,828.00	(\$222.42)
Delinquent tax collections	2,714.14	2,166.08	1,000.00	1,166.08
Motor vehicle tax	12,038.84	10,662.89	9,936.00	726.89
Intergovernmental				
Machinery and Equipment tax	2,053.71	-	-	-
Other				
Reimbursements	-	27.50	-	27.50
Total Cash Receipts	78,186.63	30,462.05	\$28,764.00	\$1,698.05
Expenditures				
General Government				
Personal services	31,478.73	32,422.05	\$33,000.00	\$577.95
Contractual services	26,548.70	36,112.05	26,463.00	(9,649.05)
Commodities	7,406.73	11,012.61	20,000.00	8,987.39
Capital outlay	-	2,879.00	3,000.00	121.00
Subtotal Certified Budget			82,463.00	
Adjustments for Qualifying Budget Credits				
Reimbursed expenses	-	-	27.50	27.50
Total Expenditures	65,434.16	82,425.71	\$82,490.50	\$64.79
Receipts Over (Under) Expenditures	12,752.47	(51,963.66)		
Unencumbered Cash, Beginning	47,233.38	59,985.85		
Unencumbered Cash, Ending	\$59,985.85	\$8,022.19		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**EMPLOYEE BENEFIT FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Taxes				
Current ad valorem tax	\$837,996.83	\$888,331.19	\$892,529.00	(\$4,197.81)
Delinquent tax collections	28,963.84	26,015.84	10,000.00	16,015.84
Motor vehicle tax	122,928.54	125,449.76	135,681.00	(10,231.24)
Intergovernmental				
Machinery and Equipment tax	7,166.49	-	-	-
Other				
Reimbursements for employees' contributions	507,481.25	776,395.34	-	776,395.34
Total Cash Receipts	1,504,536.95	1,816,192.13	\$1,038,210.00	\$777,982.13
Expenditures				
Employee Benefits				
Social security	205,032.77	203,395.42	\$206,000.00	\$2,604.58
Kpers retirement	143,598.38	182,052.16	143,697.00	(38,355.16)
Unemployment	13,865.98	28,473.66	15,000.00	(13,473.66)
Health	1,063,272.84	1,358,136.08	609,229.00	(748,907.08)
Advance Ins.	6,425.82	4,343.04	-	(4,343.04)
Workers Compensation	86,387.00	73,394.00	100,000.00	26,606.00
Subtotal Certified Budget			1,073,926.00	
Adjustments for Qualifying Budget Credits				
Reimbursements from General Fund	-	-	776,395.34	776,395.34
Total Expenditures	1,518,582.79	1,849,794.36	\$1,850,321.34	\$526.98
Receipts Over (Under) Expenditures	(14,045.84)	(33,602.23)		
Prior Year Canceled Encumbrances	-	-		
Unencumbered Cash, Beginning	121,169.87	107,124.03		
Unencumbered Cash, Ending	\$107,124.03	\$73,521.80		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**COMMUNITY COLLEGE TUITION FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes				
Current ad valorem tax	-	-	-	-
Delinquent tax collections	0.12	-	-	-
Total Cash Receipts	0.12	-	-	-
Expenditures				
Residual Equity Transfers out for Discontinue				
General Fund	6,311.10	-	-	-
Subtotal Certified Budget			-	
Adjustments for Qualifying Budget Credits				
Transfer out for discontinued fund	-	-	-	-
Total Expenditures	6,311.10	-	-	-
Receipts Over (Under) Expenditures	(6,310.98)	-		
Unencumbered Cash, Beginning	6,310.98	-		
Unencumbered Cash, Ending	-	-		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**MENTAL HEALTH FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes				
Current ad valorem tax	\$63,239.57	\$63,112.93	\$63,444.00	(\$331.07)
Delinquent tax collections	2,305.54	2,002.15	600.00	1,402.15
Motor vehicle tax	9,745.74	9,560.05	10,244.00	(683.95)
Intergovernmental				
Machinery and Equipment tax	681.18	-	-	-
Total Cash Receipts	75,972.03	74,675.13	\$74,288.00	\$387.13
Expenditures				
Health and Welfare				
Appropriation to Mental Health Board	76,345.00	76,345.00	\$76,747.00	\$402.00
Total Expenditures	76,345.00	76,345.00	\$76,747.00	\$402.00
Receipts Over (Under) Expenditures	(372.97)	(1,669.87)		
Unencumbered Cash, Beginning	4,518.87	4,145.90		
Unencumbered Cash, Ending	\$4,145.90	\$2,476.03		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**MENTAL RETARDATION FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Taxes				
Current ad valorem tax	\$49,215.72	\$49,291.05	\$49,492.00	(\$200.95)
Delinquent tax collections	1,781.60	1,549.13	500.00	1,049.13
Motor vehicle tax	7,648.88	7,414.50	7,972.00	(557.50)
Intergovernmental				
Machinery and Equipment tax	495.79	-	-	-
Total Cash Receipts	59,141.99	58,254.68	\$57,964.00	\$290.68
Expenditures				
Health and Welfare				
Appropriation to Mental Retardation Center	59,500.00	59,500.00	\$59,814.00	\$314.00
Total Expenditures	59,500.00	59,500.00	\$59,814.00	\$314.00
Receipts Over (Under) Expenditures	(358.01)	(1,245.32)		
Unencumbered Cash, Beginning	3,289.72	2,931.71		
Unencumbered Cash, Ending	\$2,931.71	\$1,686.39		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**911 TELEPHONE FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental				
911 telephone tax	\$25,628.27	\$24,486.25	\$40,000.00	(\$15,513.75)
Total Cash Receipts	25,628.27	24,486.25	\$40,000.00	(\$15,513.75)
Expenditures				
Public Safety				
Contractual services	25,628.27	24,371.36	\$40,000.00	\$15,628.64
Total Expenditures	25,628.27	24,371.36	\$40,000.00	\$15,628.64
Receipts Over (Under) Expenditures	-	114.89		
Unencumbered Cash, Beginning	776.15	776.15		
Unencumbered Cash, Ending	\$776.15	\$891.04		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**NOXIOUS WEED FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes				
Current ad valorem tax	\$77,005.67	\$44,561.02	\$44,783.00	(\$221.98)
Delinquent tax collections	2,015.35	2,181.49	1,000.00	1,181.49
Motor vehicle tax	9,607.16	11,669.36	12,465.00	(795.64)
Special assessments	-	713.25	-	713.25
Intergovernmental				
Machinery and Equipment tax	315.20	-	-	-
Other				
Miscellaneous	167.13	226.34	-	226.34
Reimbursements from Chemical sales	63,158.43	68,508.28	62,000.00	6,508.28
Total Receipts	152,268.94	127,859.74	\$120,248.00	\$7,611.74
Expenditures				
Health and Welfare				
Personal services	33,924.48	33,924.32	\$31,000.00	(\$2,924.32)
Contractual services	4,406.78	4,476.91	6,284.00	1,807.09
Commodities	98,508.55	103,907.39	106,000.00	2,092.61
Capital Outlay	2,617.21	-	-	-
Operating Transfers to				
Noxious Weed Equipment Fund	15,000.00	-	-	-
Subtotal Certified Budget			143,284.00	
Adjustments for Qualifying Budget Credits	-	-	6,508.28	6,508.28
Total Expenditures	154,457.02	142,308.62	\$149,792.28	\$7,483.66
Receipts Over (Under) Expenditures	137,268.94	127,859.74		
Unencumbered Cash, Beginning	32,021.44	29,833.36		
Unencumbered Cash, Ending	\$29,833.36	\$15,384.48		

The notes to the financial statements are in integral part of this statement.



**BOURBON COUNTY, KANSAS**  
**NOXIOUS WEED EQUIPMENT FUND**

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Operating Transfer from Noxious Weed Fund	\$15,000.00	-
Total Cash Receipts	<u>15,000.00</u>	<u>-</u>
Expenditures		
Health and Welfare		
Commodities	25,969.00	-
Capital outlay	-	-
Total Expenditures	<u>25,969.00</u>	<u>-</u>
Receipts Over (Under) Expenditures	(10,969.00)	-
Unencumbered Cash, Beginning	<u>11,088.09</u>	<u>119.09</u>
Unencumbered Cash, Ending	<u>\$119.09</u>	<u>\$119.09</u>

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**ROAD AND BRIDGE FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
	Actual	Actual	Budget	
Cash Receipts				
Taxes				
Current ad valorem tax	\$1,056,774.24	\$877,434.82	\$915,026.00	(\$37,591.18)
Delinquent tax collections	34,434.44	31,758.84	10,000.00	21,758.84
Motor vehicle tax	161,380.05	159,102.25	170,700.00	(11,597.75)
Special assessments	178.17	2,167.27	-	2,167.27
Intergovernmental				
Machinery and Equipment tax	1,450.64	-	-	-
Special highway aid	472,322.40	505,452.33	539,684.00	(34,231.67)
County equalization aid	31,976.11	18,907.75	15,000.00	3,907.75
Other grants-Emergency Prep	220,521.05	181,488.60	-	181,488.60
Other				
Reimbursements	66,578.11	87,573.46	50,000.00	37,573.46
Reimbursements from				
Road and Bridge Sales Tax Fund	100,000.00	200,000.00	250,000.00	(50,000.00)
Miscellaneous	12,195.60	10,405.80	-	10,405.80
Total Cash Receipts	<u>2,157,810.81</u>	<u>2,074,291.12</u>	<u>\$1,950,410.00</u>	<u>\$123,881.12</u>
Expenditures				
Street and Highways				
Personal services	743,593.58	760,240.17	\$769,775.00	\$9,534.83
Contractual services	166,168.71	94,942.88	221,537.00	126,594.12
Commodities	763,205.47	1,049,246.91	743,870.00	(305,376.91)
Capital Outlay	25,708.00	15,950.00	40,085.00	24,135.00
Debt Service				
Lease purchase agreements	404,974.46	200,410.90	188,653.00	(11,757.90)
Operating Transfers to Other Funds				
Road and Bridge Improvement	-	-	-	-
Special Road and Machinery	-	-	-	-
Subtotal Certified Budget			<u>1,963,920.00</u>	
Adjustments for Qualifying Budget Credits				
Reimbursed expenses	-	-	219,062.06	219,062.06
Total Expenditures	<u>2,103,650.22</u>	<u>2,120,790.86</u>	<u>\$2,182,982.06</u>	<u>\$62,191.20</u>
Receipts Over (Under) Expenditures	54,160.59	(46,499.74)		
Unencumbered Cash, Beginning	<u>85,561.39</u>	<u>139,721.98</u>		
Unencumbered Cash, Ending	<u>\$139,721.98</u>	<u>\$93,222.24</u>		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**ROAD AND BRIDGE SALES TAX FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
Sales tax	\$904,128.00	\$869,106.89	\$900,000.00	(\$30,893.11)
Total Cash Receipts	904,128.00	869,106.89	\$900,000.00	(\$30,893.11)
Expenditures				
Public Safety				
Personal services	62,874.71	38,724.53	\$110,000.00	\$71,275.47
Contractual services	-	91.05	100,000.00	99,908.95
Commodities	624,728.56	596,762.72	440,000.00	(156,762.72)
Capital Outlay	-	-	-	-
Reimbursement-Road & Bridge Fund	100,000.00	200,000.00	250,000.00	50,000.00
Debt Service				
Lease purchase agreements	53,954.50	53,954.50	53,955.00	0.50
Total Expenditures	841,557.77	889,532.80	\$953,955.00	\$64,422.20
Receipts Over (Under) Expenditures	62,570.23	(20,425.91)		
Prior Year Canceled Encumbrances	-	-		
Unencumbered Cash, Beginning	242,352.18	304,922.41		
Unencumbered Cash, Ending	\$304,922.41	\$284,496.50		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**ROAD AND BRIDGE IMPROVEMENT FUND**  
Statement of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfer from Road and Bridge Fund	-	-
Total Cash Receipts	-	-
Expenditures		
Streets and Highways		
Contractual Services	-	-
Commodities	-	-
Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	55.32	55.32
Unencumbered Cash, Ending	\$55.32	\$55.32

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**SPECIAL ALCOHOL AND DRUG PROGRAMS FUND**  
Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
	Actual	Actual	Budget	
Cash Receipts				
Taxes				
Current ad valorem tax	\$4,498.18	\$4,346.09	\$4,403.00	(\$56.91)
Delinquent tax collections	191.53	150.90	100.00	50.90
Motor vehicle tax	745.34	819.76	725.00	94.76
Intergovernmental				
Machinery and Equipment tax	60.83	-	-	-
Local alcoholic liquor tax	1,284.46	809.64	2,400.00	(1,590.36)
Total Cash Receipts	6,780.34	6,126.39	\$7,628.00	(\$1,501.61)
Expenditures				
Health and Welfare				
Appropriations	6,599.70	6,042.36	\$7,628.00	\$1,585.64
Total Expenditures	6,599.70	6,042.36	\$7,628.00	\$1,585.64
Receipts Over (Under) Expenditures	180.64	84.03		
Unencumbered Cash, Beginning	-	180.64		
Unencumbered Cash, Ending	\$180.64	\$264.67		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**

**SPECIAL BRIDGE FUND**

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes		
Current ad valorem tax	\$167,895.79	-
Delinquent tax collections	8,923.83	5,772.07
Motor vehicle tax	43,307.45	32,380.17
Intergovernmental		
Machinery and Equipment tax	3,832.63	-
State Grant	12,744.64	-
Other		
Reimbursements	1,250.00	-
Total Cash Receipts	237,954.34	38,152.24
Expenditures		
Streets and Highways		
Personal services	110,299.64	100,932.33
Contractual services	18,544.84	25,080.86
Commodities	9,490.21	15,123.45
Capital Outlay	-	-
Total Expenditures	138,334.69	141,136.64
Receipts Over (Under) Expenditures	99,619.65	(102,984.40)
Unencumbered Cash, Beginning	145,990.73	245,610.38
Unencumbered Cash, Ending	\$245,610.38	\$142,625.98

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**SPECIAL LIABILITY FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes				
Current ad valorem tax	-	-	-	-
Delinquent tax collections	8.74	-	-	-
Motor vehicle tax	40.88	-	-	-
Total Cash Receipts	49.62	-	-	-
Expenditures				
Residual Equity Transfers out for Discontinue				
General Fund	38,304.06	-	-	-
Subtotal Certified Budget			-	
Adjustments for Qualifying Budget Credits				
Transfer out for discontinued fund	-	-	-	-
Total Expenditures	38,304.06	-	-	-
Receipts Over (Under) Expenditures	(38,254.44)	-		
Unencumbered Cash, Beginning	38,254.44	-		
Unencumbered Cash, Ending	-	-		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**SPECIAL PARKS AND RECREATION FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental				
Local alcoholic liquor tax	\$1,284.47	\$809.64	\$2,000.00	(\$1,190.36)
Total Cash Receipts	1,284.47	809.64	\$2,000.00	(\$1,190.36)
Expenditures				
Culture and Recreation				
Contractual services	500.00	525.00	\$3,500.00	\$2,975.00
Total Expenditures	500.00	525.00	\$3,500.00	\$2,975.00
Receipts Over (Under) Expenditures	784.47	284.64		
Unencumbered Cash, Beginning	3,338.93	4,123.40		
Unencumbered Cash, Ending	\$4,123.40	\$4,408.04		

The notes to the financial statements are in integral part of this statement.



**BOURBON COUNTY, KANSAS**  
**SPECIAL ROAD MACHINERY FUND**

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfer from Road and Bridge Fund	-	-
Total Cash Receipts	-	-
Expenditures		
Streets and Highways Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Prior Year Canceled Encumbrances	-	-
Unencumbered Cash, Beginning	392.88	392.88
Unencumbered Cash, Ending	<u>\$392.88</u>	<u>\$392.88</u>

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**CAPITAL PROJECTS FUND**

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
CDBG grant	-	\$237,115.00
FEMA grant	-	53,985.90
Use of Money and Property		
Proceeds from Temporary Note		751,173.36
Other		
Miscellaneous	-	200.00
Total Cash Receipts	-	1,042,474.26
Expenditures		
Capital Projects		
Drywood Shelter	-	286,839.99
Sewer District #1	-	56,231.13
Total Expenditures	-	343,071.12
Receipts Over (Under) Expenditures	-	699,403.14
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	\$699,403.14

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**LANDFILL FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2010  
With Comparative Actual Amounts for the Year Ended December 31, 2009

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Licenses and Fees				
User fees	\$163,695.01	\$159,535.07	\$185,000.00	(\$25,464.93)
Other				
Reimbursements	3,007.80	-	-	-
Total Cash Receipts	166,702.81	159,535.07	\$185,000.00	(\$25,464.93)
Expenditures				
Health and Welfare				
Personal services	56,126.47	61,021.81	\$65,000.00	\$3,978.19
Contractual services	74,497.35	61,451.40	90,000.00	28,548.60
Commodities	6,425.75	32,411.64	18,000.00	(14,411.64)
Capital outlay	-	-	10,008.00	10,008.00
Debt Service				
Lease purchase agreements	32,857.30	32,857.30	25,044.00	(7,813.30)
Subtotal Certified Budget			208,052.00	
Adjustments for Qualifying Budget Credits				
Reimbursements from General Fund	-	-	-	-
Total Expenditures	169,906.87	187,742.15	\$208,052.00	\$20,309.85
Receipts Over (Under) Expenditures	(3,204.06)	(28,207.08)		
Unencumbered Cash, Beginning	43,908.68	40,704.62		
Unencumbered Cash, Ending	\$40,704.62	\$12,497.54		

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**BOURBON COUNTY EXTENSION COUNCIL - A COMPONENT UNIT (NOT AUDITED)**

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

With Comparative Actual Amounts for the Year Ended December 31, 2009

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Appropriation from County	\$117,348.00	\$117,348.00
Appropriation from Kansas State	37,752.00	37,752.00
Other		
Miscellaneous	<u>6,672.94</u>	<u>6,663.42</u>
Total Cash Receipts	<u>161,772.94</u>	<u>161,763.42</u>
Expenditures		
General	<u>151,929.39</u>	<u>157,240.63</u>
Total Expenditures	<u>151,929.39</u>	<u>157,240.63</u>
Receipts Over (Under) Expenditures	9,843.55	4,522.79
Unencumbered Cash, Beginning	<u>96,263.03</u>	<u>106,106.58</u>
Unencumbered Cash, Ending	<u>\$106,106.58</u>	<u>\$110,629.37</u>

The notes to the financial statements are in integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**AGENCY FUNDS**  
Statement of Cash Receipts and Cash Disbursements  
For the Year Ended December 31, 2010

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
<b>Distributable Funds:</b>				
Ad Valorem Taxes:				
Current Taxes	\$7,573,695.68	\$13,427,522.20	\$13,329,165.95	\$7,672,051.93
Delinquent Personal Property	8,608.28	27,423.00	30,272.27	5,759.01
Delinquent Real Estate	-	-	-	-
Escape Tax	13.94	-	-	13.94
Excise Tax	392.41	806.41	789.42	409.40
Real Estate Redemptions	111,208.39	471,594.38	445,778.73	137,024.04
Alcohol Tax	-	2,536.47	2,428.94	107.53
Bankruptcy Suspense	-	-	-	-
Homestead Suspense	-	-	-	-
In Lieu of Tax	22,500.00	28,323.94	25,411.97	25,411.97
Isolated and Comp Tax	22,638.06	697,007.09	653,433.62	66,211.53
Local Ad Valorem Reduction	8,213.50	-	-	8,213.50
Overpayment of Taxes	5,662.98	-	2,005.68	3,657.30
Escrow Suspense	69,151.40	125,748.88	122,722.16	72,178.12
RV Tax	4,463.92	21,183.31	21,201.60	4,445.63
Severance Tax	-	3,751.67	2,676.81	1,074.86
Machinery and Equipment tax	-	-	-	-
Motor Vehicle Tax	371,155.16	1,649,298.69	1,632,744.95	387,708.90
<b>Total Distributable Funds</b>	<b>\$8,197,703.72</b>	<b>\$16,455,196.04</b>	<b>\$16,268,632.10</b>	<b>\$8,384,267.66</b>
<b>State Funds:</b>				
State Educational Building	-	\$49,968.86	\$49,968.86	-
Institutional Building	-	24,984.45	24,984.45	-
State Motor Vehicle	(723.10)	698,751.17	697,866.32	161.75
<b>Total State Funds</b>	<b>(\$723.10)</b>	<b>\$773,704.48</b>	<b>\$772,819.63</b>	<b>\$161.75</b>
<b>Subdivision Funds:</b>				
Cities	-	\$1,277,221.92	\$1,277,221.92	-
Townships	-	32,371.76	32,371.76	-
School Districts	770.22	3,019,360.51	3,019,294.28	836.45
Fire Districts	0.78	171,119.56	171,119.56	0.78
Watershed Districts	-	59,996.55	59,996.55	-
Hospital Districts	-	1,867.44	1,867.44	-
Cemetery Districts	-	14,953.71	14,953.71	-
SEK Library District	-	32,405.35	32,405.35	-
<b>Total Subdivision Funds</b>	<b>\$771.00</b>	<b>\$4,609,296.80</b>	<b>\$4,609,230.57</b>	<b>\$837.23</b>

The notes to the financial statements are an integral part of this statement.

**BOURBON COUNTY, KANSAS**  
**AGENCY FUNDS**  
Statement of Cash Receipts and Cash Disbursements  
For the Year Ended December 31, 2010

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Other Agency Funds				
General Agency Funds	\$14,616.06	\$1,419,136.90	\$1,386,809.90	\$46,943.06
County Treasurer	6,122.13	5,375.50	5,210.50	6,287.13
County Clerk	40.00	1,742.00	1,742.00	40.00
Register of Deeds	-	131,491.16	131,491.16	-
Clerk of the District Court	28,651.79	672,080.81	676,628.61	24,103.99
County Sheriff	-	-	-	-
County Attorney	12,826.55	100,435.80	107,012.05	6,250.30
Inmates' Funds	12,025.01	118,278.02	88,588.03	41,715.00
Total Other Agency Funds	<u>\$74,281.54</u>	<u>\$2,448,540.19</u>	<u>\$2,397,482.25</u>	<u>\$125,339.48</u>
GRAND TOTAL - AGENCY FUNDS	<u>\$8,272,033.16</u>	<u>\$24,286,737.51</u>	<u>\$24,048,164.55</u>	<u>\$8,510,606.12</u>

The notes to the financial statements are an integral part of this statement.

**BOURBON COUNTY, KANSAS**  
Notes to the Financial Statements  
For the Year Ended December 31, 2010

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Bourbon County, Kansas, have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies follow. Note 1 also describes how the County's accounting policies differ from U.S. generally accepted accounting policies.

**Reporting Entity**

Bourbon County, Kansas (the "County") is a municipal corporation governed by an elected three-member commission. Major services provided by the County include General Government, Public Works/Highways, Public Safety/Sheriff/Court System, Sanitation, Health and Social Services, Culture and Recreation, Public Improvements, and Planning and Zoning. Governmental Accounting Standards Board Statement No. 14, "*The Financial Reporting Entity*", is used in determining the financial reporting entity, primary government, and component units for the County. A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate.

Component units are generally legally separate entities for which the primary government (the "County") is financially accountable. A primary government is financially accountable for the potential component unit if it appoints a voting majority of the unit's governing board and it is able to impose specific financial burdens and it is able to impose its will upon the potential component unit, or there is a possibility for the potential component unit to provide specific financial benefits or impose specific financial burdens on the primary government. The following paragraphs briefly review each component unit addressed in defining the County's reporting entity. Further information regarding these agencies, their financial statements, and/or operations may be obtained by contacting the agencies directly.

*Blended Component Units.* Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the County Commission or the component unit provides services entirely to the County.

The County has determined that there are no separate legal entities that meet the criteria to be blended component units.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)  
**Reporting Entity** (Continued)

*Discretely Presented Component Units.* Discretely presented component units are separate legal entities that met the component unit criteria described above but do not meet the criteria for blending. The County has identified the following discretely presented component units:

- The Bourbon County Extension Council (BCEC) provides services in such areas as agriculture, home economics, and 4-H class, to all persons in the County. The Council is governed by an elected four-member executive board. The County annually appropriates a significant portion of BCES's operating budget. BCEC is fiscally dependent on the County and should be included in the financial report of the County as a discrete component unit in accordance with generally accepted accounting principles. The financial activity of the BCEC has been excluded from the reporting entity.

The County has determined that no other outside agency meets the above criteria and, therefore, no other outside agency should be considered a discretely presented component unit in these financial statements.

*Jointly Governed Organizations.* Jointly Governed Organizations are organized to provide goods or services to the citizens of two or more governments. These organizations are governed by representatives from each of the governments that create the organization. The County has identified the following jointly governed Organizations:

- Bourbon County, Kansas is a member of the Southeast Kansas Regional Planning Commission (the "Commission"). The Commission is composed of 11 counties. The Commission is governed by a board composed of one member from each of the eleven participating counties.
- Bourbon County, Kansas is a member of the Southeast Kansas SEK Juvenile Detention Center, Inc (the "Center"). The Center is composed of 11 counties. The Center is governed by a board composed of one member from each of the eleven participating counties.

**Basis of Presentation - Fund Accounting**

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restriction, or limitations.

The following types of funds comprise the financial activities of Bourbon County, Kansas:

**GOVERNMENTAL FUNDS**

**General Fund** -- to account for all unrestricted resources except those required to be accounted for in another fund.

**Special Revenue Funds** -- to account for the proceeds of specific revenue sources (other than special assessments of major capital projects) that are restricted by law or administrative action to expenditure for specified purposes.



1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Basis of Presentation - Fund Accounting** (Continued)

**PROPRIETARY FUNDS**

Enterprise Funds -- to account for operations that are financed and operated in a manner similar to private business enterprises -- where the stated intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges -- or where periodic determination of revenues earned, expenses incurred, and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

**FIDUCIARY FUNDS**

Trust and Agency Funds -- to account for cash held in a trustee capacity or as an agency for individuals, private organizations, other governmental units, and/or other funds.

**Basis of Presentation - Statutory Basis of Accounting**

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made. The County has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

**Departures from Accounting Principles Generally Accepted in the United States of America**

The basis of presentation described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash assets such as receivables, inventories and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with accounting principles generally accepted in the United States of America. Capital assets that account for the land, buildings, and equipment owned by the County are not presented in the financial statements. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes, and compensated absences are not presented in the financial statements.

The Bourbon County Extension Council - a component unit - has been included in these financial statements. However, the Council has elected to forgo an audit in 2010. Kansas Statutes do not require the Council's financial statements to be audited.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

**Budgetary Information**

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least ten days after publication of notice of hearing.
4. Adoption of final budget on or before August 25.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

Annual operating budgets are prepared using the cash basis of accounting, modified further by the recording of accounts payable and encumbrances. Revenues are recognized when cash is received. Expenditures include cash disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital project funds and fiduciary funds.

Spending in funds, which are not subject to the legal annual operating budget requirement, are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body. The following funds were not required to prepare budgets:

<u>FUND</u>	<u>STATUTORY AUTHORITY</u>
Equipment Reserve	K.S.A. 19-119
Capital Improvement	K.S.A. 19-120
Emergency Management Performance Grant	K.S.A. 12-1663
Noxious Weed Equipment	K.S.A. 2-1318
Road and Bridge Improvement	K.S.A. 68-590
Special Bridge	K.S.A. 68-1135
Special Road Machinery	K.S.A. 68-141g

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Qualifying Budget Credits

Expenditures in various funds include expenditures not subject to the budget laws of the State of Kansas, which include reimbursed expenses and grant expenditures.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Expenditures in the General Fund include expenditures in connection with grants received by the County. These are reimbursement type grants whereby grant money is received to reimburse the County for actual grant expenditures paid. These expenditures are similar to reimbursed expenses as discussed in the preceding paragraph.

Cash and Investments

Cash includes amounts in demand and time deposit checking accounts. The statutes of the State of Kansas allow Kansas municipalities to invest in savings accounts, certificates of deposit and United States Treasury Obligations. As of and during the year ended December 31, 2010, the County's funds were invested in an interest bearing money market checking account and certificates of deposit, which are acceptable investments in accordance with Kansas statutes.

Compensated Absences

All regular full-time employees are eligible for vacation benefits. Vacation time accumulates at the rate of one day per month starting on the last day of the seventh month of employment. A maximum of 15 vacation days may be accumulated. Unused vacation benefits are paid to employees when employment with the County terminates.

All regular full-time employees are also eligible for sick leave benefits. Sick time accumulates at the rate of one day per month and cannot be taken until the last day of the seventh month of employment. A maximum of 40 sick leave days may be accumulated. Unused sick time is lost when employment with the County ends.

The County determines a liability for compensated absences which meet the following criteria:

1. The County's obligation relating to employee's rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of compensation is probable.
4. The amount can be reasonably estimated and is material.

In accordance with this criteria, the County has determined a liability for unused sick pay and vacation pay which has been earned but not taken by County employees. The liability is recorded as a general long-term obligation of the County, inasmuch as it is anticipated that none of the liability will be paid from current financial resources.

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Pension Plan**

Substantially all full-time County employees are members of the State of Kansas Public Employees Retirement System, which is a multi-employer statewide pension plan. The County's policy is to fund all pension costs incurred; such costs to be funded are actually determined annually by the State.

**Termination and Post Employment Benefits**

No termination benefits are provided to County employees when employment with the County ends except for the accrued compensated absences as discussed in Note 1.

As provided by K.S.A. 12-5040, the County allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the County under this program.

**Property Taxes**

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property.

**Memorandum Only Totals**

Totals are marked Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations, or cash flows in conformity with accounting principles generally accepted in the United States of America.

**Comparative Data**

Comparative Data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operations. However, complete comparative data in each of the statements have not been presented since their inclusion would make the statements unduly complex and difficult to read.

## **2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

### Compliance with Kansas Statutes

Statement 2 has been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statements 1 and 2, the County was in apparent compliance with the cash basis and budget laws of Kansas. The apparent cash violation in the Emergency Management Grant Fund is not an actual violation due to grant money receivable.

## **3. CASH, INVESTMENTS AND DEPOSITS WITH FINANCIAL INSTITUTIONS**

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds have a main or branch bank in the county in which the Government is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The Government has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Government's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The Government has no investment policy that would further limit its investment choices, but has limited the investments to time deposits at local banks.

*Concentration of credit risk.* State statutes place no limit on the amount the Government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The County has deposits at six separate financial institutions.

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the Government's deposits may not be returned to it. State statutes require the Government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The County does not have any "peak periods" designated.

At December 31, 2010 the County's carrying amount of deposits was \$9,558,784.31 and the bank balance was \$10,591,025.36. Of the bank balance, \$9,558,784.31 was covered by federal depository insurance and \$1,032,241.05 was collateralized with securities totaling \$10,805,315.44 held by the pledging financial institutions' agents in the County's name.

## **4. LONG-TERM OBLIGATIONS**

Long-term obligations of the County consist of the following:

### TEMPORARY NOTES:

Sewer District #1 Temporary Note, Series 2010A in the amount of \$751,000, bearing interest at 2.77%, dated November 1, 2010, with principal and interest due November 1, 2012.

### LEASE PURCHASE AGREEMENTS:

Asphalt Distributor Chip Spreader - Cost of \$174,000, dated April 17, 2006, with semi-annual payments of \$19,625, including interest at 4.5%, with final payment due in April 2011.

#### 4. **LONG-TERM OBLIGATIONS** (Continued)

3 Komatsu Graders - Cost of \$268,254, dated July 1, 2006, with semi-annual payments of \$30,158, including interest at 4.375%, with final payment due in July 2011.

Bomag Roller - Cost of \$65,186, dated December 11, 2006, with semi-annual payments of \$7,352, including interest at 4.5%, with final payment due in December 2011.

Landfill Land - Cost of \$145,660, dated December 11, 2006, with semi-annual payments of \$16,429, including interest at 4.5%, with final payment due in December 17, 2010.

Screen Plant Machine and Conveyor - Cost of \$236,425, dated June 1, 2008, with annual payments of \$84,630, including interest at 3.65%, with final payment due in June 2011.

John Deere Grader - Cost of \$76,413, dated November 1, 2008, with annual payments of \$2,460, which only partially covers interest at 3.99%. A final payment of \$80,000 is due in December 2013.

Komatsu Grader - Cost of \$165,000, dated December 11, 2008, with semi-annual payments of \$9,683, including interest at 4.0%, with final payment of \$95,000 due in December 2013.

Cat CH Motor Grader - Cost of \$91,000, dated January 23, 2009, with semi-annual payments of \$10,941, including interest at 5.49%, with final payment due in September 2013.

Komatsu Grader - Cost of \$116,770, dated October 2, 2008, with semi-annual payments of \$4,275.51 including interest at 4.00%, with final payment due in October 2013.

Sheriff's Cars - Cost of \$144,716, dated May 1, 2009, with monthly payments of \$2,686, including interest at 4.25%, with final payment due in May 2014.

#### COMPENSATED ABSENCES

Compensated absences at December 31, 2010, totaled \$302,535.56 which consists of \$22,418.36 vacation and \$280,117.20 sick pay. As stated in Note 1, sick pay is lost when employment with the County ends. The liability for sick pay has been recorded as if all County employees will use the sick time accrued. The actual liability payable in future periods will likely be less than the amount recorded in these financial statements. The actual liability at year end cannot be reasonably estimated.

#### 5. **DEFINED BENEFIT PENSION PLAN**

##### Plan Description

The County participates in the Kansas Public Employees Retirement System ("KPERs") a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERs provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. That report may be obtained by writing to KPERs (611 S. Kansas, Suite 100; Topeka, Kansas 66603) or by calling 1-888-275-5737.

**5. DEFINED BENEFIT PENSION PLAN (Continued)**

**Funding Policy**

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salaries for all employees hired before July 1, 2009, and 6% of covered salary for employees hired July 1, 2009 to the present. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rate. The employer rate established by statute for the period from January 1, 2010, to December 31, 2010, was 7.14%. The County's employer contributions to KPERS for the years ending December 31, 2010, 2009, and 2008, were \$188,574.95, \$162,244.23, and \$138,750.93, respectively, equal to the statutory required contributions for each year.

**6. GRANTS**

Grants are subject to additional audits by regulatory agents, the purpose of which is to ensure compliance with the specific conditions of the grants. Any liability for reimbursement which may arise as a result of the audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material and would not be payable by the County.

**7. RISK MANAGEMENT**

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. The County manages these risks of loss through various insurance policies.

**8. COMPONENT UNIT INFORMATION**

The component units discussed in Note 1 follow the same accounting policies as the primary government. Other information is as follows:

- Cash and investments consist of interest bearing deposit accounts at financial institutions, and are secured by FDIC insurance.
- There are no long term obligations for the component units.

**9. SUBSEQUENT EVENTS**

Management has evaluated events and transactions occurring subsequent to December 31, 2010 through the date of the issuance of the financial statements as shown in the Independent Auditors' Report on page two of these financial statements. During this period, there were no subsequent events requiring recognition in the financial statements or disclosure in the notes to the financial statements.

**10. LONG-TERM OBLIGATIONS**

Additional details about the County's long-term obligations, changes in long term debt, and current maturities for the next five years and thereafter are recorded on the following two pages:

# 10. LONG TERM OBLIGATIONS (Continued)

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balances Beginning of Year	Additions/ New Debt	Reductions/ Principal Paid	Balances		Interest Paid
								End of Year		
Temporary Notes										
Sewer Project, Series 2010A	2.77%	11-01-2010	\$ 751,000.00	11-01-2012	\$ -	\$ 751,000.00	\$ -	\$ 751,000.00	\$ -	-
Lease Purchase Agreements										
Asphalt Distributor & Chip Spreader	4.50%	4-17-2006	174,000.00	4-17-2011	56,321.86	-	37,128.69	19,193.17	2,121.43	
3 Komatsu Graders	4.38%	7-01-2006	268,254.00	7-1-2011	86,654.04	-	57,142.13	29,511.91	3,172.89	
Bomag 322422 Roller	4.50%	12-11-2006	65,186.11	12-11-2011	27,826.14	-	13,603.54	14,222.60	1,100.84	
Landfill Land	4.50%	12-11-2006	145,660.00	12-11-2011	24,307.10	-	24,307.10	-	736.48	
Screen Plant Machine & Conveyor	4.00%	6-01-2008	236,425.00	6-01-2011	166,373.12	-	81,679.50	84,693.62	6,156.96	
John Deere Grader	3.99%	11-01-2008	76,413.00	12-01-2013	74,213.74	-	-	74,213.74	2,460.04	
Komatsu GD655-3E0 Grader	4.00%	12-19-2008	165,000.00	12-28-2013	151,589.96	-	13,385.89	138,204.07	5,980.71	
Cat 12H Motor Grader	5.49%	1-23-2009	91,000.00	9-01-2013	71,843.43	-	18,183.75	53,659.68	3,698.01	
Komatsu Grader	4.00%	10-02-2008	116,770.00	10-08-2013	112,890.35	-	4,037.92	108,852.43	4,513.10	
Sheriff's Cars	4.25%	5-01-2009	144,716.00	5-01-2014	127,194.95	-	27,286.46	99,908.49	4,943.14	
					899,214.69	-	276,754.98	622,459.71	34,883.60	
Compensated Absences										
Vacation					21,417.59	1,000.77	-	22,418.36	N/A	
Sick Pay					353,539.39	-	73,422.19	280,117.20	N/A	
					374,956.98	1,000.77	73,422.19	302,535.56		
					\$ 1,274,171.67	\$ 752,000.77	\$ 350,177.17	\$ 1,675,995.27		\$ 34,883.60



# 10. LONG TERM OBLIGATIONS (Continued)

Issue	2011	2012	2013	2014	2015	2016	Totals
<b>Principal Payments</b>							
<b>Temporary Notes</b>							
Sewer Project, Series 2010A	\$ -	\$ 751,000.00	\$ -	\$ -	\$ -	\$ -	\$ 751,000.00
<b>Lease Purchase Agreements</b>							
Asphalt Distributor & Chip Spreader	19,193.17	-	-	-	-	-	19,193.17
3 Komatsu Graders	29,511.91	-	-	-	-	-	29,511.91
Bomag 322422 Roller	14,222.60	-	-	-	-	-	14,222.60
Landfill Land	-	-	-	-	-	-	-
Screen Plant Machine & Conveyor	84,693.62	-	-	-	-	-	84,693.62
John Deere Grader	-	-	74,213.74	-	-	-	74,213.74
Komatsu GD655-3E0 Grader	13,931.24	14,498.82	109,774.01	-	-	-	138,204.07
Cat 12H Motor Grader	19,195.74	16,765.45	17,698.49	-	-	-	53,659.68
Komatsu Grader	4,202.44	4,373.64	100,276.35	-	-	-	108,852.43
Sheriff's Cars	28,485.74	29,729.30	31,044.39	10,649.06	-	-	99,908.49
	213,436.46	65,367.21	333,006.98	10,649.06	-	-	622,459.71
Total Principal Payments	\$ 213,436.46	\$ 816,367.21	\$ 333,006.98	\$ 10,649.06	\$ -	\$ -	\$ 1,373,459.71
<b>Interest Payments</b>							
<b>Temporary Notes</b>							
Sewer Project, Series 2010A	\$ -	\$ 41,605.40	\$ -	\$ -	\$ -	\$ -	\$ 41,605.40
<b>Lease Purchase Agreements</b>							
Asphalt Distributor & Chip Spreader	431.89	-	-	-	-	-	431.89
3 Komatsu Graders	645.60	-	-	-	-	-	645.60
Bomag 322422 Roller	481.78	-	-	-	-	-	481.78
Landfill Land	-	-	-	-	-	-	-
Screen Plant Machine & Conveyor	3,142.84	-	-	-	-	-	3,142.84
John Deere Grader	2,460.04	2,460.04	6,047.04	-	-	-	10,967.12
Komatsu GD655-3E0 Grader	5,435.36	4,867.78	4,592.59	-	-	-	14,895.73
Cat 12H Motor Grader	2,686.02	1,665.07	732.03	-	-	-	5,083.12
Komatsu Grader	4,348.58	4,177.38	3,999.16	-	-	-	12,525.12
Sheriff's Cars	3,743.86	2,500.30	1,185.21	94.14	-	-	7,523.51
	23,375.97	15,670.57	16,556.03	94.14	-	-	55,696.71
Total Interest Payments	\$ 23,375.97	\$ 57,275.97	\$ 16,556.03	\$ 94.14	\$ -	\$ -	\$ 97,302.11

**BOURBON COUNTY, KANSAS**

**SUPPLEMENTAL INFORMATION**  
**For the Year Ended December 31, 2010**

**BOURBON COUNTY, KANSAS**  
**GENERAL AGENCY FUNDS**  
Schedule of Cash Receipts and Cash Disbursements  
For the Year Ended December 31, 2010

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Agency Funds				
Treasurer's Motor Vehicle	-	\$110,558.81	\$110,558.81	-
Payroll Disbursement	-	1,251,111.95	1,251,111.95	-
Register of Deeds Tech Fund	4,457.77	16,652.00	7,748.75	13,361.02
Attorneys Trust Fund	3,025.42	2,352.92	397.00	4,981.34
Heritage Trust Fund	2,806.58	3,343.12	2,991.23	3,158.47
Prosecutor Training	4,105.51	1,859.50	1,449.28	4,515.73
Special Prosecutor Trust	-	-	-	-
Vehicle Postage	-	-	-	-
Bourbon County Law Library	220.78	13,552.30	12,552.88	1,220.20
	<hr/>	<hr/>	<hr/>	<hr/>
Total Agency Funds	\$14,616.06	\$1,399,430.60	\$1,386,809.90	\$27,236.76
	<hr/>	<hr/>	<hr/>	<hr/>

**BOURBON COUNTY, KANSAS**  
**SUSAN QUICK, COUNTY TREASURER**  
Schedule of Cash Receipts and Cash Disbursements  
For the Years Ended December 31, 2009 and 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
State Motor Vehicle Inspection Fees	\$1,258.00	\$1,486.00
Unclaimed Estates	-	-
State Fish & Game Fees	3,903.30	3,889.50
Total Cash Receipts	<u>5,161.30</u>	<u>5,375.50</u>
 Cash Disbursements		
State Motor Vehicle Inspection Fees	1,158.00	1,321.00
Unclaimed Estates	-	-
State Fish & Game Fees	4,006.80	3,889.50
Total Cash Disbursements	<u>5,164.80</u>	<u>5,210.50</u>
 Receipts Over (Under) Expenditures	(3.50)	165.00
 Cash Balance, Beginning of Year	<u>6,125.63</u>	<u>6,122.13</u>
 Cash Balance, End of Year	<u><u>\$6,122.13</u></u>	<u><u>\$6,287.13</u></u>

**BOURBON COUNTY, KANSAS**  
**SHARON ELDER, REGISTER OF DEEDS**  
Schedule of Cash Receipts and Cash Disbursements  
For the Years Ended December 31, 2009 and 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Mortgage registration fees	\$82,492.83	\$78,664.80
Heritage trust fees	3,299.75	3,146.46
Recording fees	27,205.15	27,096.00
Technology fees	16,382.00	16,652.00
Copier and other fees	4,869.86	5,931.90
Total Cash Receipts	134,249.59	131,491.16
Cash Disbursements		
Mortgage registration fees	82,492.83	78,664.80
Heritage trust fees	3,299.75	3,146.46
Recording fees	27,205.15	27,096.00
Technology fees	16,382.00	16,652.00
Copier and other fees	4,869.86	5,931.90
Total Cash Disbursements	134,249.59	131,491.16
Receipts Over (Under) Expenditures	-	-
Cash Balance, Beginning of Year	-	-
Cash Balance, End of Year	-	-

**BOURBON COUNTY, KANSAS**  
**TERRI JOHNSON, COUNTY ATTORNEY**  
Schedule of Cash Receipts and Cash Disbursements  
For the Years Ended December 31, 2009 and 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Fines, court costs, and restitution	\$16,945.90	\$100,435.80
Diversion fees collected	124,248.12	-
Total Cash Receipts	<u>141,194.02</u>	<u>100,435.80</u>
Cash Disbursements		
Fines, court costs, restitution and diversion expenses	113,651.48	107,012.05
Diversion fees paid to the County	63,484.80	-
Total Cash Disbursements	<u>177,136.28</u>	<u>107,012.05</u>
Receipts Over (Under) Expenditures	(35,942.26)	(6,576.25)
Cash Balance, Beginning of Year	<u>48,768.81</u>	<u>12,826.55</u>
Cash Balance, End of Year	<u><u>\$12,826.55</u></u>	<u><u>\$6,250.30</u></u>

**BOURBON COUNTY, KANSAS**  
**CORRECTIONAL CENTER - INMATES FUNDS**  
Schedule of Cash Receipts and Cash Disbursements  
For the Years Ended December 31, 2009 and 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Inmates' concessions, telephone, and other	\$70,405.92	\$118,278.02
Total Cash Receipts	<u>70,405.92</u>	<u>118,278.02</u>
Cash Disbursements		
Inmates' concessions, telephone, and other	87,148.31	88,588.03
Total Cash Disbursements	<u>87,148.31</u>	<u>88,588.03</u>
Receipts Over (Under) Expenditures	(16,742.39)	29,689.99
Cash Balance, Beginning of Year	<u>28,767.40</u>	<u>12,025.01</u>
Cash Balance, End of Year	<u>\$12,025.01</u>	<u>\$41,715.00</u>
Composition of Balance:		
Inmates checking	\$12,025.01	\$41,715.00
	<u>\$12,025.01</u>	<u>\$41,715.00</u>

**BOURBON COUNTY, KANSAS**  
**KAREN PADDOCK, CLERK OF THE DISTRICT COURT**  
Schedule of Cash Receipts and Cash Disbursements  
For the Years Ended December 31, 2009 and 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Law library	\$15,364.11	\$13,589.03
Clerk's fees for the State	158,089.01	132,804.49
Clerk's fees for the County	5,925.00	5,980.00
Prosecuting attorney's training fund	1,743.00	2,033.50
Law Enforcement training	21,678.44	15,946.31
Children's Advocacy fund	1,074.00	718.00
I D S	745.18	545.11
Fines	129,961.00	117,079.74
Judgments and restitution	427,030.47	141,479.06
Juvenile supervision Fee	150.00	50.00
Bonds	45,249.37	70,508.16
Judicial Branch surcharge fee	11,460.00	30,978.34
G.A.L. and attorney fees	58,489.25	42,216.52
Drivers license reinstatement	3,103.00	3,304.50
Interest on checking	112.07	67.26
KBI	14,097.10	9,956.23
Marriage licenses	6,667.00	5,723.00
Worthless checks	1,111.00	668.50
Indigent defence fees	3,572.77	2,399.46
ADSAP fees	6,620.50	4,867.50
Finger print fees	6,602.91	6,797.54
State, County and IDS forfeitures	6,766.00	7,250.00
Other miscellaneous	23,365.81	57,118.56
Total Cash Receipts	948,976.99	672,080.81



**BOURBON COUNTY, KANSAS**  
**KAREN PADDOCK, CLERK OF THE DISTRICT COURT**  
Schedule of Cash Receipts and Cash Disbursements  
For the Years Ended December 31, 2009 and 2010

	Prior Year Actual	Current Year Actual
Cash Disbursements		
Law library	\$15,364.11	\$13,589.03
Clerk's fees for the State	158,089.01	132,804.49
Clerk's fees for the County	5,925.00	5,980.00
Prosecuting attorney's training fund	1,743.00	2,033.50
Law Enforcement training	21,678.44	15,946.31
Children's Advocacy fund	1,074.00	718.00
I D S	745.18	545.11
Fines	129,961.00	117,079.74
Judgments and restitution	415,093.72	140,616.03
Juvenile supervision Fee	150.00	50.00
Bonds	47,708.99	78,831.76
Judicial Branch surcharge fee	11,460.00	30,978.34
G.A.L. and attorney fees	58,489.25	42,216.52
Drivers license reinstatement	3,103.00	3,304.50
Interest on checking	115.01	64.75
KBI	14,097.10	9,956.23
Marriage licenses	6,667.00	5,723.00
Worthless checks	1,111.00	668.50
Indigent defence fees	3,572.77	2,399.46
ADSAP fees	6,620.50	4,867.50
Finger print fees	6,602.91	6,797.54
State, County and IDS forfeitures	6,766.00	7,250.00
Other miscellaneous	28,237.04	54,208.30
Total Cash Disbursements	<u>944,374.03</u>	<u>676,628.61</u>
Receipts Over (Under) Expenditures	4,602.96	(4,547.80)
Cash Balance, Beginning of Year	<u>24,048.83</u>	<u>28,651.79</u>
Cash Balance, End of Year	<u><u>\$28,651.79</u></u>	<u><u>\$24,103.99</u></u>
Available Cash Balance		
Cash of hand	-	-
Cash in Bank - Checking account	<u>28,651.79</u>	<u>24,103.99</u>
	<u><u>\$28,651.79</u></u>	<u><u>\$24,103.99</u></u>